COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF BEECH GROVE WATER SYSTEM, INC, FOR AN ALTERNATIVE RATE FILING ADJUSTMENT PURSUANT TO 807 KAR 5:076	))))	CASE NO. 2026-00318

COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION TO BEECH GROVE WATER SYSTEM, INC.

Beech Grove Water System, Inc. (Beech Grove Water), pursuant to 807 KAR 5:001, shall file with the Commission an electronic version of the following information. The information requested is due on December 2, 2026. The Commission directs Beech Grove Water to the Commission's July 22, 2021 Order in Case No. 2020-00085[1] regarding filings with the Commission. Electronic documents shall be in portable document format (PDF), shall be searchable, and shall be appropriately bookmarked.

Each response shall include the question to which the response is made and shall include the name of the witness responsible for responding to the questions related to the information provided. Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the

[1] Case No. 2020-00085, *Electronic Emergency Docket Related to the Novel Coronavirus COVID-19* (Ky. PSC July 22, 2021), Order (in which the Commission ordered that for case filings made on and after March 16, 2020, filers are NOT required to file the original physical copies of the filings required by 807 KAR 5:001, Section 8).

response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Beech Grove Water shall make timely amendment to any prior response if Beech Grove Water obtains information that indicates the response was incorrect or incomplete when made or, though correct or complete when made, is now incorrect or incomplete in any material respect.

For any request to which Beech Grove Water fails or refuses to furnish all or part of the requested information, Beech Grove Water shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied and scanned material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations. When filing a paper containing personal information, Beech Grove Water shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

Provide copies of each of the following and, when appropriate, provide in Excel spreadsheet format with all formulas, rows, and columns fully accessible and unprotected.

1. Financial (provide in Excel format for each item):

    a. General ledger for 2025.

    b. Trial balance for 2025.

c. Itemization of Miscellaneous/Other Water Revenues and state whether each of the components is expected to recur.

d. Reconciliation of the Test Year Schedule of Adjusted Operations by each revenue and expense category to the trial balance by account numbers and amounts.

e. Current billing analysis including support for all adjustments to calculations.

f. Proposed billing analysis including support for all adjustments to calculations.

2. Pro Forma Adjustments (provide in Excel format for each item):

a. All calculations that support each pro forma adjustment.

b. All information that supports each pro forma adjustment.

3. Fringe Benefits:

a. Provide a detailed description of each fringe benefit offered to employees and state whether there were any significant changes after the test year.

b. Provide copies of the most recent invoice for each benefit.

c. State the amount that the employee is required to contribute to each benefit based on coverage classification (employee only, employee and spouse, family, etc.).

4. Tariff:

a. Provide updated cost sheets for each nonrecurring charge that is included in the current tariff.

b. Provide cost sheets and justification for each proposed new nonrecurring charge.

c. Provide the frequency of each non-recurring charge for test year 2025.

d. New Tap Installations:

(1) Provide the number of new tap installations during the test year.

(2) Provide the total labor and total materials costs separately for the installations above.

(3) State whether the labor and material costs were capitalized.

5. Governance:

a. Provide minutes of all board of directors' meetings for 2024, 2025, and the current year to date.

b. Designate each employee compensation authorization that is included in the minutes provided.

c. Provide a list of current directors by name and include appointment or election date, term, and expiration date.

d. State, individually, the amount of wages and each benefit (i.e., health insurance premiums, life insurance premiums, FICA taxes, etc.) paid to, or on behalf of, each director for 2025.

e. Provide copies of all written personnel policies that pertain to compensation and benefits.

f. State the frequency in which the board of directors prepares and updates the capital plan inclusive of financing plans.

g. State the frequency in which the board of directors projects future rates and for what periods they project.

6. 2025 Water Purchases (provide in Excel format for each item):

a. Provide Water – Purchases in gallons and dollars for each supplier for the test year.

b. Provide grand totals for all suppliers and reconcile this amount to purchased water expense and water statistics purchases in the annual report that is filed with the PSC.

7. Rate Case Expense:

a. Provide copies of all contracts executed with any consultant utilized for the rate application. State whether the contract amounts are fixed or the extent to which they may vary, either up or down, from the quoted amount.

b. State whether the expected rate case expense will be paid by Beech Grove Water or a third party (i.e., grant funds).

c. Provide any additional invoices through date of Beech Grove Water's response to Staff's Report. This is an ongoing request.

d. Provide a calculation of rate case amortization expense and the basis for the amortization period (e.g., number of years and reasoning).

8. Fixed Assets/Depreciation:

a. Provide a detailed list of fixed assets in Excel that reconciles to the test-year fixed asset balance and depreciation expense that was reported in the annual report that is filed with the Commission.

b. Reconcile gross fixed assets, accumulated depreciation, and net fixed assets to the reported fixed asset balances.

c. Provide the calculation to adjust depreciation to the 1979 National Association of Regulatory Utility Commissioners (NARUC) publication *Depreciation for Small Utilities*.

d. List any significant fixed asset items that were placed in service after the test year and provide the calculated depreciation based on the 1979 NARUC publication *Depreciation for Small Utilities*.

e. Provide detailed justification for any deviations from the 1979 NARUC publication *Depreciation for Small Utilities* recommended midpoint lives for individual assets or classes of assets.

Justin McNeil
Executive Director
Public Service Commission
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Frankfort, KY 40601-8294

DATED NOV 02 2026

cc: Parties of Record

Service List for Case 2026-00318

* Beech Grove Water System, Inc.
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Calhoun, KY 42327

* Jennifer Ferguson
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* Jack Scott Lawless
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* Denotes served by Email